

E FILED ON 07/24/2020
THOMAS E. CROWE, ESQ.
THOMAS E. CROWE PROFESSIONAL
LAW CORPORATION
2830 S. Jones Blvd. #3
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Attorney for Debtor

UNITED STATES BANKRUPTCY COURT
DISTRICT OF NEVADA

* * * * *

In re:) BANKRUPTCY NUMBER:
) BK-S- 20-12890-MKN
PLAYERS NETWORK,) Chapter 11
)
Debtor.)
)

MONTHLY OPERATING REPORT

The above mentioned Debtor-in-Possession hereby submits, by and through its attorney,
THOMAS E. CROWE, ESQ., the Monthly operating report for the period ending June, 2020.

DATED this 24th day of July, 2020.

THOMAS E. CROWE PROFESSIONAL
LAW CORPORATION

By /s/ THOMAS E. CROWE
THOMAS E. CROWE, ESQ.
2830 S. Jones Blvd. #3
Las Vegas, NV 89146
Attorney for Debtor-
in-possession

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UNITED STATES BANKRUPTCY COURT
DISTRICT OF NEVADA

In re: Players Network

Case No. 20-12890

CHAPTER 11
MONTHLY OPERATING REPORT
(GENERAL BUSINESS CASE)

SUMMARY OF FINANCIAL STATUS

MONTH ENDED: Jun-20

PETITION DATE: 06/17/20

1. Debtor in possession (or trustee) hereby submits this Monthly Operating Report on the Accrual Basis of accounting (or if checked here the Office of the U.S. Trustee or the Court has approved the Cash Basis of Accounting for the Debtor).
Dollars reported in \$1

2. Asset and Liability Structure

a. Current Assets
b. Total Assets
c. Current Liabilities
d. Total Liabilities

	End of Current Month	End of Prior Month	As of Petition Filing
	(\$165,670)	(\$166,649)	
a.	\$4,710,316	\$4,709,337	
b.	\$9,129,271	\$9,132,270	
c.	\$9,129,271	\$9,132,270	

3. Statement of Cash Receipts & Disbursements for Month

a. Total Receipts
b. Total Disbursements
c. Excess (Deficiency) of Receipts Over Disbursements (a - b)
d. Cash Balance Beginning of Month
e. Cash Balance End of Month (c + d)

	Current Month	Prior Month	Cumulative (Case to Date)
	\$12,500	\$19,700	\$12,500
a.	\$8,521	\$20,426	\$8,521
b.	\$3,979	(\$726)	\$3,979
c.	\$5,274	\$9,000	\$5,274
d.	\$9,253	\$8,274	\$9,253

4. Profit/(Loss) from the Statement of Operations

5. Account Receivables (Pre and Post Petition)
6. Post-Petition Liabilities
7. Past Due Post-Petition Account Payables (over 30 days)

	Current Month	Prior Month	Cumulative (Case to Date)
	(\$8,521)	(\$20,426)	
5.	\$25,000	\$25,000	
6.	\$9,129,271	\$9,132,270	
7.	\$689,008	\$689,008	

At the end of this reporting month:

8. Have any payments been made on pre-petition debt, other than payments in the normal course to secured creditors or lessors? (if yes, attach listing including date of payment, amount of payment and name of payee)
9. Have any payments been made to professionals? (if yes, attach listing including date of payment, amount of payment and name of payee)
10. If the answer is yes to 8 or 9, were all such payments approved by the court?
11. Have any payments been made to officers, insiders, shareholders, relatives? (if yes, attach listing including date of payment, amount and reason for payment, and name of payee)
12. Is the estate insured for replacement cost of assets and for general liability?
13. Are a plan and disclosure statement on file?
14. Was there any post-petition borrowing during this reporting period?
15. Check if paid: Post-petition taxes ____; U.S. Trustee Quarterly Fees ____; Check if filing is current for: Post-petition tax reporting and tax returns ____.
(Attach explanation, if post-petition taxes or U.S. Trustee Quarterly Fees are not paid current or if post-petition tax reporting and tax return filings are not current.)

I declare under penalty of perjury I have reviewed the above summary and attached financial statements, and after making reasonable inquiry believe these documents are correct.

Date: 7/10/2020


Mark Bandy
Responsible Individual

STATEMENT OF OPERATIONS

(General Business Case)

Attach an Explanation of Variance to Statement of Operations (For variances greater than +/- 10% only):

Revised 1/1/98

BALANCE SHEET
(General Business Case)
For the Month Ended 06/30/20

Assets

		<u>From Schedules</u>	<u>Market Value</u>
1	Cash and cash equivalents - unrestricted		\$9,253
2	Cash and cash equivalents - restricted		
3	Accounts receivable (net)	A	\$25,000
4	Inventory	B	\$0
5	Prepaid expenses		\$11,827
6	Professional retainers		
7	Other:		\$17,000
8	Notes Receivable - Salinas		(\$228,750)
9	Total Current Assets		<u>(\$165,670)</u>
	Property and Equipment (Market Value)		
10	Real property	C	\$0
11	Machinery and equipment	D	\$0
12	Furniture and fixtures	D	\$3,757
13	Office equipment	D	\$95,882
14	Leasehold improvements	D	\$0
15	Vehicles	D	\$0
16	Other: Website Development	D	\$99,880
17		D	
18		D	
19		D	
20	Accumulated Depreciation	D	(\$158,533)
21	Total Property and Equipment		<u>\$40,986</u>
	Other Assets		
22	Loans to shareholders		
23	Loans to affiliates		
24	Security Deposits		(\$5,000)
25	Investment - Salinas		\$5,000,000
26	Investment - GLFH		\$4,820,000
27	Goodwill		(\$4,980,000)
28	Total Other Assets		<u>\$4,835,000</u>
29	Total Assets		<u>\$4,710,316</u>

NOTE:

Indicate the method used to estimate the market value of assets (e.g., appraisals; familiarity with comparable market prices, etc.) and the date the value was determined.

Liabilities and Equity
(General Business Case)

Liabilities From Schedules

Post-Petition

Current Liabilities

30	Salaries and wages	\$27,111
31	Payroll taxes	<u>\$218,617</u>
32	Real and personal property taxes	<u> </u>
33	Income taxes	<u> </u>
34	Sales taxes	<u> </u>
35	Notes payable (short term)	<u>\$736,065</u>
36	Accounts payable (trade)	<u>\$689,008</u>
37	Real property lease arrearage	<u> </u>
38	Personal property lease arrearage	<u> </u>
39	Accrued professional fees	<u> </u>
40	Current portion of long-term post-petition debt (due within 12 months)	<u> </u>
41	Other: <u>Accrued Interest</u>	<u>\$303,606</u>
42	<u>Shareholder Loans</u>	<u>\$4,000,000</u>
43	<u>Other Liabilities (Derivative, Convertible, Inter Co Items)</u>	<u>\$3,154,864</u>
44	Total Current Liabilities	<u><u>\$9,129,271</u></u>

Long-Term Post-Petition Debt, Net of Current Portion

45	Total Post-Petition Liabilities	<u><u>\$9,129,271</u></u>
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Pre-Petition Liabilities (allowed amount)

47	Secured claims	F	\$0
48	Priority unsecured claims	F	\$0
49	General unsecured claims	F	\$0
50	Total Pre-Petition Liabilities		<u><u>\$0</u></u>
51	Total Liabilities		<u><u>\$9,129,271</u></u>

Equity (Deficit)

52	Retained Earnings/(Deficit) at time of filing	(\$42,741,140)
53	Capital Stock	<u>\$703,018</u>
54	Additional paid-in capital	<u>\$37,619,167</u>
55	Cumulative profit/(loss) since filing of case	<u> </u>
56	Post-petition contributions/(distributions) or (draws)	<u> </u>
57	Market value adjustment	<u> </u>
59	Total Equity (Deficit)	<u><u>(\$4,418,955)</u></u>
60	Total Liabilities and Equity (Deficit)	<u><u>\$4,710,316</u></u>

SCHEDULES TO THE BALANCE SHEET
(General Business Case)

Schedule A
Accounts Receivable and (Net) Payable

Receivables and Payables Agings

0 -30 Days
 31-60 Days
 61-90 Days
 91+ Days
 Total accounts receivable/payable
 Allowance for doubtful accounts
 Accounts receivable (net)

<u>Accounts Receivable [Pre and Post Petition]</u>	<u>Accounts Payable [Post Petition]</u>	<u>Past Due Post Petition Debt</u>
_____	_____	_____
_____	_____	_____
_____	_____	_____
\$25,000	\$689,008	\$689,008
_____	_____	_____
_____	_____	_____
\$25,000	\$689,008	\$689,008
_____	_____	_____
_____	_____	_____
\$25,000	\$689,008	\$689,008
_____	_____	_____
_____	_____	_____
\$25,000	\$689,008	\$689,008

Schedule B
Inventory/Cost of Goods Sold

Types and Amount of Inventory(ies)

	<u>Inventory(ies)</u> <u>Balance at</u> <u>End of Month</u>
Retail/Restaurants - Product for resale	_____
Distribution - Products for resale	_____
Manufacturer - Raw Materials	_____
Work-in-progress	_____
Finished goods	_____
Other - Explain	_____
TOTAL	\$0

Method of Inventory Control

Do you have a functioning perpetual inventory system?

Yes _____ No _____

How often do you take a complete physical inventory?

Weekly _____
 Monthly _____
 Quarterly _____
 Semi-annually _____
 Annually _____

Date of last physical inventory was _____

Date of next physical inventory is _____

Cost of Goods Sold

Inventory Beginning of Month

Add -	_____
Net purchase	_____
Direct labor	_____
Manufacturing overhead	_____
Freight in	_____
Other:	_____
_____	_____
_____	_____
Less -	_____
Inventory End of Month	_____
Shrinkage	_____
Personal Use	_____

Cost of Goods Sold

\$0

Inventory Valuation Methods

Indicate by a checkmark method of inventory used.

Valuation methods -

FIFO cost _____
 LIFO cost _____
 Lower of cost or market _____
 Retail method _____
 Other _____
 Explain _____

Schedule C
Real Property

Description	<u>Cost</u>	<u>Market Value</u>
Total	\$0	\$0

Schedule D
Other Depreciable Assets

Description	<u>Cost</u>	<u>Market Value</u>
Machinery & Equipment -		
Website development	\$99,880	\$0
Total	\$99,880	\$0
Furniture & Fixtures -		
	\$3,757	\$0
Total	\$3,757	\$0
Office Equipment -		
	\$95,882	\$0
Total	\$95,882	\$0
Leasehold Improvements -		
Total	\$0	\$0
Vehicles -		
Total	\$0	\$0

Schedule E
Aging of Post-Petition Taxes
(As of End of the Current Reporting Period)

Taxes Payable	<u>0-30 Days</u>	<u>31-60 Days</u>	<u>61-90 Days</u>	<u>91+ Days</u>	<u>Total</u>
Federal					
Income Tax Withholding				\$34,209	\$34,209
FICA - Employee				\$21,585	\$21,585
FICA - Employer				\$21,149	\$21,149
Unemployment (FUTA)				\$6,440	\$6,440
Income					\$0
Other (Attach List)					\$0
Total Federal Taxes	\$0	\$0	\$0	\$83,383	\$83,383
State and Local					
Income Tax Withholding					\$0
Unemployment (UT)					\$0
Disability Insurance (DI)					\$0
Empl. Training Tax (ETT)					\$0
Sales					\$0
Excise					\$0
Real property					\$0
Personal property					\$0
Income					\$0
Other (Attach List)					\$0
Total State & Local Taxes	\$0	\$0	\$0	\$0	\$0
Total Taxes	\$0	\$0	\$0	\$83,383	\$83,383

Schedule F
Pre-Petition Liabilities

List Total Claims For Each Classification -

Claimed Amount	Allowed Amount (b)
Secured claims (a)	
Priority claims other than taxes	
Priority tax claims	
General unsecured claims	

(a) List total amount of claims even if under secured.
 (b) Estimated amount of claim to be allowed after compromise or litigation. As an example, you are a defendant in a lawsuit alleging damage of \$10,000,000 and a proof of claim is filed in that amount. You believe that you can settle the case for a claim of \$3,000,000. For Schedule F reporting purposes you should list \$10,000,000 as the Claimed Amount and \$3,000,000 as the Allowed Amount.

Schedule G
Rental Income Information
Not applicable to General Business Cases

Schedule H
Recapitulation of Funds Held at End of Month

	<u>Account 1</u>	<u>Account 2</u>	<u>Account 3</u>	<u>Account 4</u>
Bank				
Account Type				
Account No.				
Account Purpose				
Balance, End of Month				
Total Funds on Hand for all Accounts	<u>\$0</u>			

Attach copies of the month end bank statement(s), reconciliation(s), and the check register(s) to the Monthly Operating Report.

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
Increase/(Decrease) in Cash and Cash Equivalents
For the Month Ended _____

		<u>Actual</u> <u>Current Month</u>	<u>Cumulative</u> <u>(Case to Date)</u>
Cash Receipts			
1	Rent/Leases Collected		
2	Cash Received from Sales		
3	Interest Received		
4	Borrowings		
5	Funds from Shareholders, Partners, or Other Insiders	\$12,500	
6	Capital Contributions		\$12,500
7			
8			
9			
10			
11			
12	Total Cash Receipts	<u>\$12,500</u>	<u>\$12,500</u>
Cash Disbursements			
13	Payments for Inventory		
14	Selling	\$347	\$347
15	Administrative	\$1,703	\$1,703
16	Capital Expenditures		
17	Principal Payments on Debt		
18	Interest Paid		
	Rent/Lease:		
19	Personal Property		
20	Real Property		
	Amount Paid to Owner(s)/Officer(s)		
21	Salaries		
22	Draws		
23	Commissions/Royalties		
24	Expense Reimbursements		
25	Other	\$3,000	\$3,000
26	Salaries/Commissions (less employee withholding)		
27	Management Fees		
	Taxes:		
28	Employee Withholding		
29	Employer Payroll Taxes		
30	Real Property Taxes		
31	Other Taxes		
32	Other Cash Outflows:		
33	Professional Fees - Consulting	\$3,471	\$3,471
34			
35			
36			
37			
38	Total Cash Disbursements:	<u>\$8,521</u>	<u>\$8,521</u>
39	Net Increase (Decrease) in Cash	<u>\$3,979</u>	<u>\$3,979</u>
40	Cash Balance, Beginning of Period	<u>\$5,274</u>	<u>\$5,274</u>
41	Cash Balance, End of Period	<u>\$9,253</u>	<u>\$9,253</u>

STATEMENT OF CASH FLOWS
 (Optional) Increase/(Decrease) in Cash and Cash Equivalents
 For the Month Ended 06/30/20

		<u>Actual</u> <u>Current Month</u>	<u>Cumulative</u> <u>(Case to Date)</u>
	Cash Flows From Operating Activities		
1	Cash Received from Sales		
2	Rent/Leases Collected		
3	Interest Received		
4	Cash Paid to Suppliers		
5	Cash Paid for Selling Expenses		
6	Cash Paid for Administrative Expenses	\$347	\$347
	Cash Paid for Rents/Leases:		
7	Personal Property		
8	Real Property		
9	Cash Paid for Interest		
10	Cash Paid for Net Payroll and Benefits		
	Cash Paid to Owner(s)/Officer(s):		
11	Salaries		
12	Draws		
13	Commissions/Royalties		
14	Expense Reimbursements		
15	Other		
	Cash Paid for Taxes Paid/Deposited to Tax Acct.	\$3,000	\$3,000
16	Employer Payroll Tax		
17	Employee Withholdings		
18	Real Property Taxes		
19	Other Taxes		
20	Cash Paid for General Expenses		
21	Professional Fees	\$3,471	\$3,471
22			
23			
24			
25			
26			
27	Net Cash Provided (Used) by Operating Activities before Reorganization Items	(\$8,521)	(\$8,521)
	Cash Flows From Reorganization Items		
28	Interest Received on Cash Accumulated Due to Chp 11 Case		
29	Professional Fees Paid for Services in Connection with Chp 11 Case		
30	U.S. Trustee Quarterly Fees		
31			
32	Net Cash Provided (Used) by Reorganization Items	\$0	\$0
33	Net Cash Provided (Used) for Operating Activities and Reorganization Items	(\$8,521)	(\$8,521)
	Cash Flows From Investing Activities		
34	Capital Expenditures		
35	Proceeds from Sales of Capital Goods due to Chp 11 Case		
36			
37	Net Cash Provided (Used) by Investing Activities	\$0	\$0
	Cash Flows From Financing Activities		
38	Net Borrowings (Except Insiders)		
39	Net Borrowings from Shareholders, Partners, or Other Insiders		
40	Capital Contributions	\$12,500	\$12,500
41	Principal Payments		
42			
43	Net Cash Provided (Used) by Financing Activities	\$12,500	\$12,500
44	Net Increase (Decrease) in Cash and Cash Equivalents	\$3,979	\$3,979
45	Cash and Cash Equivalents at Beginning of Month	\$5,274	\$5,274
46	Cash and Cash Equivalents at End of Month	\$9,253	Revised \$9,253

Wells Fargo Business Choice Checking

June 30, 2020 ■ Page 1 of 4



PLAYERS NETWORK
DEBTOR IN POSSESSION
CH11 CASE #20-12890 (NV)
3939 BELMONT ST
NORTH LAS VEGAS NV 89030-4402

Questions?

Available by phone 24 hours a day, 7 days a week:
Telecommunications Relay Services calls accepted
1-800-CALL-WELLS (1-800-225-5935)
TTY: 1-800-877-4833
En español: 1-877-337-7454

Online: wellsfargo.com/blz

Write: Wells Fargo Bank, N.A. (825)
P.O. Box 6995
Portland, OR 97228-6995

Your Business and Wells Fargo

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Account options

A check mark in the box indicates you have these convenient services with your account(s). Go to wellsfargo.com/biz or call the number above if you have questions or if you would like to add new services.

Business Online Banking
Online Statements
Business Bill Pay
Business Spending Report
Overdraft Protection

Statement period activity summary

Beginning balance on 6/24	\$0.00
Deposits/Credits	25.00
Withdrawals/Debits	- 0.00
Ending balance on 6/30	\$25.00
Average ledger balance this period	\$25.00

Account number: 5181779108

PLAYERS NETWORK
DEBTOR IN POSSESSION
CH11 CASE #20-12890 (NV)

Nevada account terms and conditions apply

For Direct Deposit use
Routing Number (RTN): 321270742
For Wire Transfers use
Routing Number (RTN): 121000246

Overdraft Protection

This account is not currently covered by Overdraft Protection. If you would like more information regarding Overdraft Protection and eligibility requirements please call the number listed on your statement or visit your Wells Fargo branch.

June 30, 2020 ■ Page 2 of 4



Transaction history

Date	Check Number	Description	Deposits/ Credits	Withdrawals/ Debits	Ending daily balance
6/24		Checking Opening Deposit	26.00		26.00
		Ending balance on 6/30			26.00
		Totals	\$25.00	\$0.00	

The Ending Daily Balance does not reflect any pending withdrawals or holds on deposited funds that may have been outstanding on your account when your transactions posted. If you had insufficient available funds when a transaction posted, fees may have been assessed.

Monthly service fee summary

For a complete list of fees and detailed account information, see the Wells Fargo Account Fee and Information Schedule and Account Agreement applicable to your account (EasyPay Card Terms and Conditions for prepaid cards) or talk to a banker. Go to wellsfargo.com/feefaq for a link to these documents, and answers to common monthly service fee questions.

Fee period 06/24/2020 - 06/30/2020	Standard monthly service fee \$14.00	You paid \$0.00
We waived the fee this fee period to allow you to meet the requirements to avoid the monthly service fee. Your fee waiver is about to expire. You will need to meet the requirement(s) to avoid the monthly service fee.		

How to avoid the monthly service fee

Have any ONE of the following account requirements

- Average ledger balance \$7,500.00 \$25.00
- A qualifying transaction from a linked Wells Fargo Merchant Services account 1 0
- Total number of posted debit card purchases or posted debit card payments of bills in any combination 10 0
- Enrollment in a linked Direct Pay service through Wells Fargo Business Online
- Combined balances in linked accounts, which may include 1 0
- Average ledger balances in business checking, savings, and time accounts \$10,000.00
- Most recent statement balance in eligible Wells Fargo business credit cards and lines of credit, and combined average daily balances from the previous month in eligible Wells Fargo business and commercial loans and lines of credit
- For complete details on how you can avoid the monthly service fee based on your combined balances please refer to page 10 of the Business Account Fee and Information Schedule at www.wellsfargo.com/biz/fee-information

wx/wx

Account transaction fees summary

Service charge description	Units used	Units included	Excess units	Service charge per excess units (\$)	Total service charge (\$)
Cash Deposited (\$)	0	7,500	0	0.0030	0.00
Transactions	0	200	0	0.50	0.00
Total service charges					\$0.00



IMPORTANT ACCOUNT INFORMATION



We're updating our Online Access Agreement effective September 30, 2020. To see what is changing, please visit wellsfargo.com/online-banking/updates.

Effective June 20, 2020, we are updating the Funds Availability Policy in our Deposit Account Agreement as follows:

In the "Longer delays may apply" section, when a longer delay applies, we are making the following changes:

- The amount of your deposit that may be available on the first business day after the day of your deposit is increasing from \$200 to \$225.
- We are changing the check deposit amount exception that may lead to a delay of generally no more than seven business days from "You deposit checks totaling more than \$5,000 on any one day" to "You deposit checks totaling more than \$5,525 on any one day."

In the "Special rules for new accounts" section, setting forth special rules that apply during the first 30 days your account is open, we are updating the amounts in the two bullets in the second paragraph from \$5,000 to \$5,525 and from \$200 to \$225 as follows:

- The first \$5,525 of a day's total deposits of cashier's, certified, teller's, traveler's, and federal, state, and local government checks and U.S. Postal Service money orders made payable to you will be available on the first business day after the day of your deposit.
- The excess over \$5,525 and funds from all other check deposits will be available on the seventh business day after the day of your deposit. The first \$225 of a day's total deposit of funds from all other check deposits, however, may be available on the first business day after the day of your deposit.

Effective 05/22/2020, the Night Depository Agreement was amended to include: "Deposits placed into the night depository are considered received by us when the bag is removed from the night depository and is available to us for processing. We will credit the deposit to your account no later than the next business day."

No action is required on your part and there is no impact to the current night depository deposit process.

Reminder: Wells Fargo charges a \$5 fee for each Wells Fargo Debit, ATM, or EasyPay Card transaction at non-Wells Fargo ATMs outside of the U.S. or U.S. territories. Fees from non-Wells Fargo ATM owner/operators may also apply. These fees may not be applicable to all customers and may vary depending on the type of account you have. For more details, refer to the applicable fee disclosures for your account.

Effective August 17, 2020, the fee for stop payment requests on checks drawn on your account, or on pre-authorized (Automated Clearing House) items, will be \$31 per item. The fee may not be applicable to all customers depending on the type of account you have. For more details, refer to the Fee and Information Schedule applicable to your account.

June 30, 2020 ■ Page 4 of 4



General statement policies for Wells Fargo Bank

* Notice: Wells Fargo Bank, N.A. may furnish information about accounts belonging to individuals, including sole proprietorships, to consumer reporting agencies. If this applies to you, you have the right to dispute the accuracy of information that we have reported by writing to us at: Overdraft Collections and Recovery, P.O. Box 5058, Portland, OR 97208-5058.

You must describe the specific information that is inaccurate or in dispute and the basis for any dispute with supporting documentation. In the case of information that relates to an Identity theft, you will need to provide us with an Identity theft report.

Account Balance Calculation Worksheet

1. Use the following worksheet to calculate your overall account balance.
2. Go through your register and mark each check, withdrawal, ATM transaction, payment, deposit or other credit listed on your statement. Be sure that your register shows any interest paid into your account and any service charges, automatic payments or ATM transactions withdrawn from your account during this statement period.
3. Use the chart to the right to list any deposits, transfers to your account, outstanding checks, ATM withdrawals, ATM payments or any other withdrawals (including any from previous months) which are listed in your register but not shown on your statement.

ENTER

A. The ending balance
shown on your statement..... \$

ADD

..... TOTAL \$

CALCULATE THE SUBTOTAL

(Add Parts A and B)

.....TOTAL \$

SUBTRACT

C. The total outstanding checks and withdrawals from the chart above \$

CALCULATE THE ENDING BALANCE

(Part A + Part B - Part C)

This amount should be the same
as the current balance shown in
your check register.